SENATE BILL 1142 By Cooper

AN ACT to amend Tennessee Code Annotated, Title 4, Chapter 3, Part 7; Section 57-3-306; Section 57-4-306; Section 57-5-205; Section 67-2-119; Section 67-4-2017; Section 67-6-103 and Section 67-7-110, relative to distribution of state shared tax revenues to municipalities and counties.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 57-3-306(b)(3), is amended by deleting the words and figures "nine percent (9%)" and by substituting instead the words and figures "four and one-half percent (4.5%)" and further amended by inserting after the words "general fund" the following language:

, to be used for the purposes established in Section 7 of this act.

SECTION 2. Tennessee Code Annotated, Section 57-4-306(4), is amended by deleting the words and figures "nine percent (9%)" and by substituting instead the words and figures "four and one-half percent (4.5%)" and further amended by inserting after the words "general fund" the following language:

, to be used for the purposes established in Section 7 of this act.

SECTION 3. Tennessee Code Annotated, Section 57-5-205(3), is amended by deleting the words and figures "nine percent (9%)" and by substituting instead the words and figures "four and one-half percent (4.5%)" and further amended by inserting after the words "general fund" the following language:

, to be used for the purposes established in Section 7 of this act.

SECTION 4. Tennessee Code Annotated, Section 67-4-2017(a)(1), is amended by deleting the words and figures "nine percent (9%)" wherever they appear and by substituting

instead the words and figures "four and one-half percent (4.5%)" and further amended by inserting after the words "general fund" wherever they appear the following language:

, to be used for the purposes established in Section 7 of this act.

SECTION 5. Tennessee Code Annotated, Section 67-6-103(a)(1), is amended by deleting the words and figures "Twenty-nine and thirty-seven hundred and nine ten thousandths percent (29.3709%)" and by substituting instead the words and figures "Twenty-nine and two hundred forty-six ten thousandths percent (29.0246%)" and further amended by adding the following language as a new subdivision to be appropriately numbered:

Thirty-four hundred sixty-three ten thousandths percent (0.3463%) of such moneys shall be earmarked and allocated specifically and exclusively to the general fund to be used for the purposes established in Section 7 of this act".

SECTION 6. Tennessee Code Annotated, Section 67-7-110(b), is amended by deleting the words and figures "eleven and seventy-three one hundredths percent (11.73%)" and by substituting instead the words and figures "seven and thirty-seven hundredths percent (7.37%)".

SECTION 7. Tennessee Code Annotated, Title 4, Chapter 3, Part 7, is amended by adding the following new sections:

§ 4-3-734. In order to encourage and support efforts to improve the efficiency and effectiveness of local government services and administration, there is hereby established in the department of economic and community development a program of local government modernization grants to cities and counties.

§ 4-3-735. The department of economic and community development shall provide technical assistance to the joint economic and community development boards at each meeting required by § 6-58-114(f). The department may contract with the state's nine (9) development districts or an agency or entity of state or local government or higher education for the purpose of providing technical assistance to the boards.

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SECTION 8. This act shall take effect July 1, 2005, the public welfare requiring it.

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